



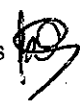

Report to the Auburn City Council

Action Item

Agenda Item No.

9


 City Manager's Approval

To: Mayor and City Council Members
From: Bernie Schroeder, Director of Public Works 
 Megan Siren, Administrative Analyst 
Date: July 25, 2011
Subject: Recology Auburn Placer – Solid Waste Collection 2 Year Rate Ceiling Increases 2011/12–2012/13

The Issue

Shall the City Council adopt the proposed rate ceilings for solid waste collection by Auburn Placer Disposal, for the period beginning July 1, 2011 to June 30, 2013?

Conclusions and Recommendation

Staff recommends that the City Council, BY **RESOLUTION**, adopt the 1.4% Cost of Living adjustment of the ceiling established by the City's franchise agreement with Recology Auburn Placer on residential and commercial rates shown on Attachment A for the July 1, 2011 through June 30, 2012 period and adopt a not to exceed 4% Cost of Living for the July 1, 2012 through June 30, 2013 period.

Background

Recology Auburn Placer (Recology) formerly Auburn Placer Disposal Services has requested a two-year change of the rate ceiling established by the City's franchise agreement with Recology for the collection and disposal of solid waste from residents and businesses in the City of Auburn (Attachment A). The requested adjusted rate ceiling reflects a 1.40% cost of living increase for the July 1, 2011 through June 30, 2012 period and a cost of living increase, based upon the Consumer Price Index to the ceiling, not to exceed 4% for the period of July 1, 2012 through June 30, 2013.

The Contract for Solid Waste Collection between the City of Auburn and Recology allows for City Council approval of annual adjustments in the maximum rate ceiling that may be charged by Recology under the agreement for services to residents and property owners in the City. Recology has not requested a rate ceiling adjustment since fiscal year 2008/09. The contract allows Recology to request an adjustment in the rate ceiling every two years with the provision that rates do not increase rates in the second year by more than the smaller of the increase in the consumer price index or 4%. This year's 1.40% C.O.L.A. is based upon the Consumer Price Index for California (Attachment D) from the State of California Department of Industrial Relations.

Since the 1.40% increase is not applied to the disposal component of Recology's rates and only applied to base rates, the maximum proposed residential rates are proposed to increase between 0.74% and 1.02%. The ceilings on commercial rates are proposed to increase between 0.60% and 1.01%.

The following is a comparison of current and proposed monthly rate ceilings for residential service in FY 2010/11:

Service Type	Current Rate Ceiling	Approx % Increase	Proposed Rate Ceiling
Curbside Can	\$16.68	1.02%	\$16.85
Backyard Can	\$19.53	1.02%	\$19.73
Toter Containers	\$27.19	0.74%	\$27.39
Low Income (1 Can)	\$13.78	0.80%	\$13.89

The following is a comparison of current and proposed monthly rate ceilings for commercial service.

Service Type	Current Rate Ceiling	Approx % Increase	Proposed Rate Ceiling
Commercial 32 Gallon Can	\$15.95	0.94%	\$16.10
Commercial Toter	\$26.48	0.68%	\$26.66
Commercial Boxes 1 Yard	\$93.94	1.01%	\$94.89
15 Yard	\$318.45	0.92%	\$321.37
20 Yard	\$363.19	0.83%	\$366.22
30 Yard	\$451.03	0.72%	\$454.26
33 Yard	\$473.95	0.69%	\$477.20
40 Yard	\$543.70	0.65%	\$547.21
50 Yard	\$642.82	0.60%	\$646.69
C&D Bin Rate ¹	\$133.11	1.10%	\$134.58

¹ Rate Subject to minimum of three containers per service

Attachment B shows all current and proposed rate ceilings for both residential and commercial service and examples of how the new rate ceilings are calculated.

Alternatives Available to Council; Implications of Alternatives

1. Approve, by **Resolution**, the two-year rate ceiling changes as recommended.
2. Request additional documentation before taking action.

3. Take no action. The City Attorney recommends against this third option as an ultimate action, as the City's franchise agreement with Recology obligates the City to consider adjustments in rate ceilings in good faith and the City cannot refuse an inflation adjustment without demonstrating that Recology is being permitted to fairly recover its costs. If the Council believes the rates requested are unjustified, the City Attorney recommends option 2.

Fiscal Impact

The City General Fund receives franchise fee revenues from the collected Franchise Fees (reflecting the wear and tear on City infrastructure from franchise operations) which are calculated as a percentage of Recology's revenues. Accordingly, franchise fees will increase slightly if the Council increases rate ceilings and Recology thereafter increases the rates.

Additional Information

Representatives from Recology will attend the Council Meeting to answer questions of the Council and the public.

Attachment "A" – Letter of Request from Recology Auburn Placer

Attachment "B" – CPI for all Urban Consumers in California.

Attachment "C" – Current and Proposed Residential and Commercial Rates from Recology Auburn Placer

Attachment "D" – Rate Impact for Selected Services

Attachment "E" – Commercial & Residential Garbage Service Comparison



June 13, 2011

TO: Auburn City Council

FR: John Rowe, General Manager

RE: Refuse Collection C.O.L.A. Rate Adjustment

Recology Auburn Placer requests a C.O.L.A. rate adjustment effective July 1, 2011. The Contract for Solid Waste Collection, between the City of Auburn and Recology Auburn Placer, in Section 9, allows for an annual adjustment in fees charged by Recology Auburn Placer.

The rate adjustment contains a C.O.L.A. rate adjustment of 1.40%. It is important to remember that in most cases the rate adjustment to the individual customer will be in the range of .30% to 1.82% (significantly less than 1.40%) since the increase is not applied to the disposal component of Recology Auburn Placer rates. Also, as in past years, the following year's increase (July 1, 2012 through June 30 2013) would also be adopted with a not to exceed 4% cost of living rate increase.

Recology Auburn Placer
Calculation of General Rate Increase
City of Auburn
To Become Effective July 1, 2011

Source: State of Ca., Dept. of Ind. Rel., CPI - California

Source:
 Consumer Price Index - California
 State of California
 Department of Industrial Relations
 Division of Labor Statistics & Research
www.dir.ca.gov/DLSR

All Urban Consumers - California	
Index Date (Year & Month)	Index
December 2009	224.3
December 2010	227.5
Change	3.1
% Change	1.400%

C

CITY OF AUBURN

CURRENT
RESIDENTIAL RATES

	BASE RATE	DISPOSAL	BLUE BAG	FRANCHISE FEE	TOTAL
CURBSIDE CAN	\$ 9.25	\$ 4.42	\$ 0.56	\$ 2.45	\$ 16.68
Each Add'l Can	1.80	4.42		1.07	7.29
BACKYARD CAN	\$ 11.68	\$ 4.42	\$ 0.56	\$ 2.87	\$ 19.53
Each Add'l Can	3.26	4.42		1.32	9.00
TOTER CONTAINERS	\$ 11.58	\$ 11.05	\$ 0.56	\$ 4.00	\$ 27.19
Each Add'l toter	3.23	11.05		2.46	16.74
LOW INCOME					
1 CAN	\$ 6.77	\$ 4.42	\$ 0.56	\$ 2.03	\$ 13.78
Each Add'l Can	1.30	4.42		0.99	6.71
OVERSIZE CHARGE	\$ 1.88			\$ 0.32	\$ 2.20
GATE CHARGE	\$ 2.74			\$ 0.47	\$ 3.21
EXTRA CHARGE					
BAG	\$ 1.96	\$ 0.61		\$ 0.44	\$ 3.01
CAN	2.65	1.02		0.63	4.30

PROPOSED RATES - EFFECTIVE JULY 1, 2011
RESIDENTIAL RATES

	BASE RATE	DISPOSAL	BLUE BAG	FRANCHISE FEE	TOTAL
CURBSIDE CAN	\$ 9.38	\$ 4.42	\$ 0.57	\$ 2.48	\$ 16.85
Each Add'l Can	1.83	4.42		1.08	7.33
BACKYARD CAN	\$ 11.84	\$ 4.42	\$ 0.57	\$ 2.90	\$ 19.73
Each Add'l Can	3.31	4.42		1.33	9.06
TOTER CONTAINERS	\$ 11.74	\$ 11.05	\$ 0.57	\$ 4.03	\$ 27.39
Each Add'l toter	3.28	11.05		2.47	16.80
LOW INCOME					
1 CAN	\$ 6.86	\$ 4.42	\$ 0.57	\$ 2.04	\$ 13.89
Each Add'l Can	1.32	4.42		0.99	6.73
OVERSIZE CHARGE	\$ 1.91			\$ 0.33	\$ 2.24
GATE CHARGE	\$ 2.78			\$ 0.48	\$ 3.26
EXTRA CHARGE					
BAG	\$ 1.99	\$ 0.61		\$ 0.45	\$ 3.05
CAN	2.69	1.02		0.64	4.35

CITY OF AUBURN

CURRENT
COMMERCIAL RATES

Size	1 x W	2 x W	3 x W	4 x W	5 x W	6 x W
1 Cu Yd	\$ 58.02					
Disposal	22.10					
Sub Total	\$ 80.12					
Fran Fee	13.82					
TOTAL	\$ 93.94					
2 Cu Yd	\$ 96.30	\$136.64	\$247.52	\$321.14	\$396.48	\$471.39
Disposal	44.20	88.40	132.60	176.80	221.00	265.20
Sub Total	\$ 140.50	\$ 225.04	\$ 380.12	\$ 497.94	\$ 617.48	\$ 736.59
Fran Fee	24.24	38.82	65.57	85.89	106.52	127.06
TOTAL	\$ 164.74	\$ 263.86	\$ 445.69	\$ 583.83	\$ 724.00	\$ 863.65
3 Cu Yd	\$ 133.11	\$245.97	\$359.00	\$471.54	\$581.97	\$735.30
Disposal	66.30	132.60	198.90	265.20	331.50	397.80
Sub Total	\$ 199.41	\$ 378.57	\$ 557.90	\$ 736.74	\$ 913.47	\$ 1,133.10
Fran Fee	34.40	65.30	96.24	127.09	157.57	195.46
TOTAL	\$ 233.81	\$ 443.87	\$ 654.14	\$ 863.83	\$ 1,071.04	\$ 1,328.56
4 Cu Yd	\$ 158.90	\$293.59	\$478.49	\$628.84	\$776.05	\$946.51
Disposal	88.40	176.80	265.20	353.60	442.00	530.40
Sub Total	\$ 247.30	\$ 470.39	\$ 743.69	\$ 982.44	\$ 1,218.05	\$ 1,476.91
Fran Fee	42.66	81.14	128.29	169.47	210.11	254.77
TOTAL	\$ 289.96	\$ 551.53	\$ 871.98	\$1,151.91	\$ 1,428.16	\$ 1,731.68
5 Cu Yd	\$ 206.39	\$381.23	\$598.11	\$787.04	\$970.21	\$1,157.71
Disposal	110.50	221.00	331.50	442.00	552.50	663.00
Sub Total	\$ 316.89	\$ 602.23	\$ 929.61	\$1,229.04	\$ 1,522.71	\$ 1,820.71
Fran Fee	54.66	103.88	160.36	212.01	262.67	314.07
TOTAL	\$ 371.55	\$ 706.11	\$ 1,089.97	\$1,441.05	\$ 1,785.38	\$ 2,134.78
6 Cu Yd	\$ 258.50	\$477.43	\$743.80	\$943.82	\$1,164.12	\$1,424.33
Disposal	132.60	265.20	397.80	530.40	663.00	795.60
Sub Total	\$ 391.10	\$ 742.63	\$ 1,141.60	\$1,474.22	\$ 1,827.12	\$ 2,219.93
Fran Fee	67.46	128.10	196.93	254.30	315.18	382.94
TOTAL	\$ 458.56	\$ 870.73	\$ 1,338.53	\$1,728.52	\$ 2,142.30	\$ 2,602.87
7 Cu Yd	\$ 310.57	\$573.67	\$889.46	\$1,100.58	\$1,358.02	\$1,690.96
Disposal	154.70	309.40	464.10	618.80	773.50	928.20
Sub Total	\$ 465.27	\$ 883.07	\$ 1,353.56	\$1,719.38	\$ 2,131.52	\$ 2,619.16
Fran Fee	80.26	152.33	233.49	296.59	367.69	451.81
TOTAL	\$ 545.53	\$1,035.40	\$ 1,587.05	\$2,015.97	\$ 2,499.21	\$ 3,070.97

CITY OF AUBURN

PROPOSED RATES - EFFECTIVE JULY 1, 2011

COMMERCIAL RATES

Size	1 x W	2 x W	3 x W	4 x W	5 x W	6 x W
1 Cu Yd	\$ 58.83					
Disposal	22.10					
Sub Total	\$ 80.93					
Fran Fee	13.96					
TOTAL	\$ 94.89					
2 Cu Yd	\$ 97.65	\$ 138.55	\$ 250.99	\$ 325.64	\$ 402.03	\$ 477.99
Disposal	44.20	88.40	132.60	176.80	221.00	265.20
Sub Total	\$ 141.85	\$ 226.95	\$ 383.59	\$ 502.44	\$ 623.03	\$ 743.19
Fran Fee	24.47	39.15	66.17	86.67	107.47	128.20
TOTAL	\$ 166.32	\$ 266.10	\$ 449.76	\$ 589.11	\$ 730.50	\$ 871.39
3 Cu Yd	\$ 134.97	\$ 249.41	\$ 364.03	\$ 478.14	\$ 590.12	\$ 745.59
Disposal	66.30	132.60	198.90	265.20	331.50	397.80
Sub Total	\$ 201.27	\$ 382.01	\$ 562.93	\$ 743.34	\$ 921.62	\$ 1,143.39
Fran Fee	34.72	65.90	97.11	128.23	158.98	197.23
TOTAL	\$ 235.99	\$ 447.91	\$ 660.04	\$ 871.57	\$ 1,080.60	\$ 1,340.62
4 Cu Yd	\$ 161.12	\$ 297.70	\$ 485.19	\$ 637.64	\$ 786.91	\$ 959.76
Disposal	88.40	176.80	265.20	353.60	442.00	530.40
Sub Total	\$ 249.52	\$ 474.50	\$ 750.39	\$ 991.24	\$ 1,228.91	\$ 1,490.16
Fran Fee	43.04	81.85	129.44	170.99	211.99	257.05
TOTAL	\$ 292.56	\$ 556.35	\$ 879.83	\$1,162.23	\$ 1,440.90	\$ 1,747.21
5 Cu Yd	\$ 209.28	\$ 386.57	\$ 606.48	\$ 798.06	\$ 983.79	\$ 1,173.92
Disposal	110.50	221.00	331.50	442.00	552.50	663.00
Sub Total	\$ 319.78	\$ 607.57	\$ 937.98	\$1,240.06	\$ 1,536.29	\$ 1,836.92
Fran Fee	55.16	104.81	161.80	213.91	265.01	316.87
TOTAL	\$ 374.94	\$ 712.38	\$ 1,099.78	\$1,453.97	\$ 1,801.30	\$ 2,153.79
6 Cu Yd	\$ 262.12	\$ 484.11	\$ 754.21	\$ 957.03	\$ 1,180.42	\$ 1,444.27
Disposal	132.60	265.20	397.80	530.40	663.00	795.60
Sub Total	\$ 394.72	\$ 749.31	\$ 1,152.01	\$1,487.43	\$ 1,843.42	\$ 2,239.87
Fran Fee	68.09	129.26	198.72	256.58	317.99	386.38
TOTAL	\$ 462.81	\$ 878.57	\$ 1,350.73	\$1,744.01	\$ 2,161.41	\$ 2,626.25
7 Cu Yd	\$ 314.92	\$ 581.70	\$ 901.91	\$1,115.99	\$ 1,377.03	\$ 1,714.63
Disposal	154.70	309.40	464.10	618.80	773.50	928.20
Sub Total	\$ 469.62	\$ 891.10	\$ 1,366.01	\$1,734.79	\$ 2,150.53	\$ 2,642.83
Fran Fee	81.01	153.71	235.64	299.25	370.97	455.89
TOTAL	\$ 550.63	\$1,044.81	\$ 1,601.65	\$2,034.04	\$ 2,521.50	\$ 3,098.72

CITY OF AUBURN

CURRENT
COMMERCIAL RATES

	BASE RATE	DISPOSAL	N / A	FRANCHISE FEE	TOTAL
1 - 32-gallon CAN	\$ 9.18	\$ 4.42		\$ 2.35	\$ 15.95
1 COMMERCIAL TOTES	\$ 11.53	\$ 11.05		\$ 3.90	\$ 26.48
EXTRA EMPTIES:					
1 Cubic Yard	\$ 20.56	\$ 5.10		\$ 4.43	\$ 30.09
2 Cubic Yard	23.98	10.20		5.90	40.08
3 Cubic Yard	33.70	15.30		8.45	57.45
4 Cubic Yard	36.93	20.40		9.89	67.22
5 Cubic Yard	41.90	25.50		11.63	79.03
6 Cubic Yard	41.47	30.60		12.43	84.50
7 Cubic Yard	44.60	35.70		13.85	94.15
BIN RENTAL					
1 Cubic Yard	\$ 15.50			\$ 2.67	\$ 18.17
2 Cubic Yard	19.20			3.31	22.51
3 Cubic Yard	23.19			4.00	27.19
4 Cubic Yard	26.90			4.64	31.54
5 Cubic Yard	30.73			5.30	36.03
6 Cubic Yard	34.68			5.98	40.66
7 Cubic Yard	38.58			6.66	45.24

PROPOSED RATES - EFFECTIVE JULY 1, 2011
COMMERCIAL RATES

	BASE RATE	DISPOSAL	N / A	FRANCHISE FEE	TOTAL
1 - 32-gallon CAN	\$ 9.31	\$ 4.42		\$ 2.37	\$ 16.10
1 COMMERCIAL TOTES	\$ 11.69	\$ 11.05		\$ 3.92	\$ 26.66
EXTRA EMPTIES:					
1 Cubic Yard	\$ 20.85	\$ 5.10		\$ 4.48	\$ 30.43
2 Cubic Yard	24.32	10.20		5.95	40.47
3 Cubic Yard	34.17	15.30		8.53	58.00
4 Cubic Yard	37.45	20.40		9.98	67.83
5 Cubic Yard	42.49	25.50		11.73	79.72
6 Cubic Yard	42.05	30.60		12.53	85.18
7 Cubic Yard	45.22	35.70		13.96	94.88
BIN RENTAL					
1 Cubic Yard	\$ 15.72			\$ 2.71	\$ 18.43
2 Cubic Yard	19.47			3.36	22.83
3 Cubic Yard	23.51			4.06	27.57
4 Cubic Yard	27.28			4.71	31.99
5 Cubic Yard	31.16			5.38	36.54
6 Cubic Yard	35.17			6.07	41.24
7 Cubic Yard	39.12			6.75	45.87

CITY OF AUBURN

**CURRENT
COMMERCIAL RATES
TEMPORARY BIN RATES**

	<u>BASE RATE</u>	<u>DISPOSAL</u>	<u>N / A</u>	<u>FRANCHISE FEE</u>	<u>TOTAL</u>
5 Cubic Yard	\$ 81.17	\$ 25.50		\$ 18.40	\$ 125.07
6 Cubic Yard	85.26	30.60		19.99	135.85
7 Cubic Yard	89.38	35.70		21.58	146.66

PROPOSED RATES - EFFECTIVE JULY 1, 2011

**COMMERCIAL RATES
TEMPORARY BIN RATES**

	<u>BASE RATE</u>	<u>DISPOSAL</u>	<u>N / A</u>	<u>FRANCHISE FEE</u>	<u>TOTAL</u>
5 Cubic Yard	\$ 82.31	\$ 25.50		\$ 18.60	\$ 126.41
6 Cubic Yard	86.45	30.60		20.19	137.24
7 Cubic Yard	90.63	35.70		21.79	148.12

**CURRENT
COMMERCIAL RATES
DEBRIS BOXES**

	<u>BASE RATE</u>	<u>DISPOSAL</u>	<u>N / A</u>	<u>FRANCHISE FEE</u>	<u>TOTAL</u>
15 Cubic Yard	177.76	\$93.84		\$ 46.85	\$ 318.45
20 Cubic Yard	184.64	125.12		53.43	363.19
30 Cubic Yard	196.99	187.68		66.36	451.03
33 Cubic Yard	197.77	206.45		69.73	473.95
40 Cubic Yard	213.47	250.24		79.99	543.70
50 Cubic Yard	235.45	312.80		94.57	642.82

PROPOSED RATES - EFFECTIVE JULY 1, 2011

**COMMERCIAL RATES
DEBRIS BOXES**

	<u>BASE RATE</u>	<u>DISPOSAL</u>	<u>N / A</u>	<u>FRANCHISE FEE</u>	<u>TOTAL</u>
15 Cubic Yard	\$ 180.25	\$93.84		\$ 47.28	\$ 321.37
20 Cubic Yard	187.22	125.12		53.88	366.22
30 Cubic Yard	199.75	187.68		66.83	454.26
33 Cubic Yard	200.54	206.45		70.21	477.20
40 Cubic Yard	216.46	250.24		80.51	547.21
50 Cubic Yard	238.75	312.80		95.14	646.69

CITY OF AUBURN

**CURRENT
COMMERCIAL RATES
C & D BIN RATES**

	<u>BASE RATE</u>	<u>DISPOSAL</u>	<u>N/A</u>	<u>FRANCHISE FEE</u>	<u>TOTAL</u>
7 Cubic Yard	89.38	24.15		19.58	133.11

PROPOSED RATES - EFFECTIVE JULY 1, 2011

COMMERCIAL RATES

C & D BIN RATES

	<u>BASE RATE</u>	<u>DISPOSAL</u>	<u>N/A</u>	<u>FRANCHISE FEE</u>	<u>TOTAL</u>
7 Cubic Yard Subject to Note	90.63	24.15		19.80	134.58

Note: Rate subject to minimum of three containers per service.

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Recology Auburn Placer
CITY of AUBURN
Rate Impact - Selected Services
Rate Year July 1, 2011 - June 30, 2012

SERVICE	Rate		Change	
	Old	New	\$	%
1 x 32 gallon can				
Base	\$ 9.25	\$ 9.38	\$0.13	1.41%
Disposal	4.42	4.42	0.00	0.00%
Other	0.56	0.57	0.01	1.79%
Franchise Fee	2.45	2.48	0.03	1.22%
Total Charge	\$16.68	\$16.85	\$0.17	1.02%
1 x Toter				
Base	\$ 11.58	\$ 11.74	\$0.16	1.38%
Disposal	11.05	11.05	0.00	0.00%
Other	0.56	0.57	0.01	1.79%
Franchise Fee	4.00	4.03	0.03	0.75%
Total Charge	\$27.19	\$27.39	\$0.20	0.74%
Low Income				
Base	\$ 6.77	\$ 6.86	\$0.09	1.33%
Disposal	4.42	4.42	0.00	0.00%
Other	0.56	0.57	0.01	1.79%
Franchise Fee	2.03	2.04	0.01	0.49%
Total Charge	\$13.78	\$13.89	\$0.11	0.80%
1 x 1 cubic yard Bin 1 time per week				
Base	\$ 58.02	\$ 58.83	\$0.81	1.40%
Disposal	22.10	22.10	0.00	0.00%
Other			0.00	
Franchise Fee	13.82	13.96	0.14	1.01%
Total Charge	\$93.94	\$94.89	\$0.95	1.01%
1 x 4 cubic yard Bin 1 time per week				
Base	\$ 158.90	\$ 161.12	\$2.22	1.40%
Disposal	88.40	88.40	0.00	0.00%
Other			0.00	
Franchise Fee	42.66	43.04	0.38	0.90%
Total Charge	\$289.96	\$292.56	\$2.60	0.90%
1 x 30 cubic yard Debris Box				
Base	\$196.99	\$199.75	\$2.76	1.40%
Disposal	187.68	187.68	0.00	0.00%
Other			0.00	
Franchise Fee	66.36	66.83	0.47	0.71%
Total Charge	\$451.03	\$454.26	\$3.23	0.72%

Recology Auburn Placer
City of Auburn
Calculation of Rate Increase for Residential Service
Curbside Can

Base Rate Calculation

Current Base Rate (1 Can per Week)		\$ 9.25	
Cost of Living Increase (COLA)	1.4000% x \$ 9.25	0.13	
Adjust for Sr. Citizen Rate		0.00	
New / Proposed Base Rate			\$ 9.38
Current Base Rate (Blue Bag)		\$ 0.56	
Cost of Living Increase (COLA)	1.4000% x \$ 0.56	0.01	
New / Proposed Blue Bag Component			0.57

Disposal Component Calculation

Number of Cans		1	
Pounds per Can		30	
Pounds per Week		30	
Weeks per Year		52	
Pounds per Year		1,560	
Months per Year		12	
Pounds per Month		130	
Pounds per Ton		2,000	
Tons per Month		0.0650	
New Landfill Rate		\$68.00	
Monthly Disposal Cost			4.42
Rate before Franchise Fees			\$14.37

Franchise Fees & Surcharges

Franchise Fee	16.85 x 13.20%	\$ 2.22	
Optional Management of Closed Landfill	16.85 x 1.51%	0.25	
Total Franchise Fees & Surcharges	16.85 x 14.71%	(0.01)	2.48
TOTAL RATE			\$16.85

Previous Rate: \$16.68
Increase: 0.17
% Increase 1.02%

Recology Auburn Placer

City of Auburn

Calculation of Rate Increase for Residential Service

Toter

Base Rate Calculation

Current Base Rate (1 Toter per Week)		\$11.58	
Cost of Living Increase (COLA)	1.4000% x \$11.58	0.16	
Adjust for Sr. Citizen Rate		0.00	
New / Proposed Base Rate			\$11.74

Current Base Rate (Blue Bag)		\$ 0.56	
Cost of Living Increase (COLA)	1.4000% x \$ 0.56	0.01	
New / Proposed Blue Bag Component			0.57

Disposal Component Calculation

Number of Toters		1	
Pounds per Toter		75	
Pounds per Week		75	
Weeks per Year		52	
Pounds per Year		3,900	
Months per Year		12	
Pounds per Month		325	
Pounds per Ton		2,000	
Tons per Month		0.1625	
New Landfill Rate		\$68.00	
Monthly Disposal Cost			11.05
Rate before Franchise Fees			\$23.36

Franchise Fees & Surcharges

Franchise Fee	27.39 x 13.20%	\$ 3.62	
Optional Management of Closed Landfill	27.39 x 1.51%	0.41	
Total Franchise Fees & Surcharges	27.39 x 14.71%		4.03

TOTAL RATE			\$27.39
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Previous Rate:	\$27.19
Increase:	0.20
% Increase	0.74%

Recology Auburn Placer

City of Auburn

Calculation of Rate Increase for Commercial Bin Service

1 Cubic Yard Bin, One Time per Week

Base Rate Calculation

Current Base Rate (1 x 1 Cu Yd Bin, 1 Time per Week)	\$58.02	
Cost of Living Increase (COLA)	1.4000% x \$58.02	0.81
Adjust for Sr. Citizen Rate		0.00
New / Proposed Base Rate		\$58.83

Disposal Component Calculation

Number of Cubic Yards	1	
Pounds per Cubic Yard	150	
Pounds per Week	150	
Weeks per Year	52	
Pounds per Year	7,800	
Months per Year	12	
Pounds per Month	650	
Pounds per Ton	2,000	
Tons per Month	0.3250	
New Landfill Rate	\$68.00	
Monthly Disposal Cost		22.10
Rate before Franchise Fees		\$80.93

Franchise Fees & Surcharges

Franchise Fee	94.89 x 13.20%	\$12.53	
Optional Management of Closed Landfill	94.89 x 1.51%	1.43	
Total Franchise Fees & Surcharges	94.89 x 14.71%		13.96
TOTAL RATE			\$94.89

Previous Rate: \$93.94
Increase: 0.95
% Increase 1.01%

Recology Auburn Placer

City of Auburn

Calculation of Rate Increase for Debris Box Service

1 x 30 Cubic Yard Container, Rate is per Pull

Base Rate Calculation

Current Base Rate (1 x 30 Cu Yd Debris Box)		\$196.99	
Cost of Living Increase (COLA)	1.4000% x \$196.99	2.76	
Adjust for Sr. Citizen Rate		0.00	
New / Proposed Base Rate			\$199.75

Disposal Component Calculation

Number of Cubic Yards		30	
Pounds per Cubic Yard		272	
Pounds per Load		8,160	
Pounds per Ton		2,000	
Tons per Pickup		4.0800	
New Landfill Rate		\$46.00	
Disposal Cost			187.68
Rate before Franchise Fees			\$387.43

Franchise Fees & Surcharges

Franchise Fee	454.26 x 13.20%	\$ 59.96	
Optional Management of Closed Landfill	454.26 x 1.51%	6.86	
Total Franchise Fees & Surcharges	454.26 x 14.71%		66.83

TOTAL RATE

\$454.26

Previous Rate:	\$451.03
Increase:	3.23
% Increase	0.72%

COMMERCIAL GARBAGE SERVICE COMPARISON

4 YARD SERVICE, ONCE PER WEEK

2011

CITY OF ROCKLIN	292.23 (proposed)
TOWN OF LOOMIS	282.02
CITY OF AUBURN	292.56 (proposed)
EL DORADO COUNTY (FOOTHILL)	269.10
GRASS VALLEY (COUNTY)	403.99
CITY OF ROSEVILLE	161.58
CITY OF DAVIS	272.97
CITY OF FOLSOM	138.00
PLACER COUNTY	317.68 (proposed)
VACAVILLE SANITARY	432.88
CITY OF COLFAX	312.69
NEVADA COUNTY	410.93 (does not include additional tonnage fee for customers)
NAPA COUNTY	422.87
WILLIAMS	187.18 (no commercial recycling)
CITY OF WEST SACRAMENTO	147.68
AVERAGE	289.63

RESIDENTIAL GARBAGE SERVICE COMPARISON

CAN (MINIMUM) SERVICE

2011

CITY OF ROCKLIN	24.54 (proposed)
TOWN OF LOOMIS	12.67
CITY OF AUBURN	16.85 (proposed)
EL DORADO COUNTY (FOOTHILL)	18.74
GRASS VALLEY	17.34
CITY OF ROSEVILLE	23.39 (no minimum service-- proposed)
CITY OF FOLSOM	22.50
CITY OF DAVIS	28.87 (no minimum service)
PLACER COUNTY	17.36 (proposed)
VACAVILLE SANITARY	23.76 (no minimum service)
CITY OF COLFAX	19.50
NEVADA COUNTY	22.62 (includes parcel fee)
NAPA COUNTY	21.30
WILLIAMS	26.56 (no minimum service)
CITY OF WEST SACRAMENTO	15.17
CITY OF CITRUS HEIGHTS	19.56
SACRAMENTO COUNTY	19.95
AVERAGE	20.63

RESIDENTIAL GARBAGE SERVICE COMPARISON

TOTER SERVICE

2011

CITY OF ROCKLIN	24.54 (proposed)
TOWN OF LOOMIS	24.60
CITY OF AUBURN	27.39 (proposed)
EL DORADO COUNTY (FOOTHILL)	28.76
GRASS VALLEY (COUNTY)	36.15
CITY OF ROSEVILLE	23.39 (proposed)
CITY OF FOLSOM	25.50
CITY OF DAVIS	28.87
PLACER COUNTY	29.99 (proposed)
VACAVILLE SANITARY	23.76
CITY OF COLFAX	36.46
NEVADA COUNTY	41.62 (includes parcel fee)
NAPA COUNTY	69.09
WILLIAMS	26.56 (green waste & recycle toters)
CITY OF WEST SACRAMENTO	24.13
CITY OF CITRUS HEIGHTS	27.05
SACRAMENTO COUNTY	30.76
AVERAGE	31.10

LANDFILL FEE PER TON

2011

EL DORADO COUNTY	62.62 per ton
VACAVILLE	25.50 per ton
DAVIS	37.72 per ton
GRASS VALLEY	63.77 per ton
WESTERN PLACER LANDFILL	68.00 per ton
NAPA COUNTY	54.00 per ton
COLUSA COUNTY & WILLIAMS	71.49 per ton
NEVADA COUNTY	72.00 per ton
SACRAMENTO KIEFER LANDFILL	30.00 per ton
AVERAGE	53.90 per ton

1 RESOLUTION NO. 11-
2 RESOLUTION APPROVING A TWO YEAR RATE INCREASE FOR SOLID WASTE
3 COLLECTION 2011/12-2012/13-RECOLOGY AUBURN PLACER
4 -----

5 THE CITY COUNCIL OF THE CITY OF AUBURN DOES HEREBY RESOLVE:

6 That the City Council of the City of Auburn does hereby adopt the 1.4%
7 cost of living rate adjustment of the ceiling established by the City's franchise
8 agreement with Recology Auburn Placer on residential and commercial rates
9 shown on Exhibit A with Recology Auburn Placer for the July 1, 2011 through
10 June 30, 2012 period and adopt a not to exceed 4% cost of living rate
11 adjustment of the ceiling for the July 1, 2012 through June 30, 2013 period.

12 DATED: July 25, 2011

13
14 _____
William W. Kirby, M.D., Mayor

15 ATTEST:

16 _____
17 Joseph G. R. Labrie, City Clerk

18
19 I, Joseph G. R. Labrie, City Clerk of the City of Auburn, hereby certify
20 that the foregoing resolution was duly passed at a regular meeting of the City
21 Council of the City of Auburn held on the 25th day of July 2011 by the
following vote on roll call:

22 Ayes:

23 Noes:

24 Absent:

25 _____
Joseph G. R. Labrie, City Clerk

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